NOTIFICATION.

Bangalore, dated 1st December 1966.

S. O. 5986.—In pursuance of sub-section (1) of Section 5 of the Mines and Minerals (Regulation and Development) Act, 1957 and on the orders issued by the Central Government in exercise of their revisional powers under Rule 30 of the Mines and Minerals (Regulation and Development) Act, 1957, Government are pleased to sanction, after obtaining the approval of the Government of India, accorded under sub-section (2) of Section 5 of the said Act, the grant to Messrs. Karnatak Mining Company (P.) Limited, of a Mining Lease for twenty years for Manganese and Iron Ores in respect of the area of 213.75 acres of land in part of S. No. 1, Kudrekanive Kaval village, Hosadurga Taluk, Chitradurga District, as delineated in the plan accompanying the application.

2. The grant of the above lease is subject to the terms and conditions mentioned below :—

(*a*) Mining Lease should be in respect of Manganese and Iron Ores only. If other minerals are found in association with Manganese and Iron Ores they should be brought to the notice of Government and if the lessee desires to mine these minerals along with Manganese and Iron Ores he should do so only after the consent of Government is obtained in writing.

(*b*) Royalty at the rates prescribed in the second schedule to the Mines and Minerals (Regulation and Development) Act, 1957, or the dead rent at the rate of Rs. 12–50 per hectare per annum on Manganese and at the rate of Rs. 12–50 per hectare per annum on Iron Ore whichever is greater, shall be charged provided that dead rent shall not be payable for the first year of the lease.

(*c*) Surface rent at Rs. 2–50 per hectare per annum on the actual area used by the Lessee for mining purposes.

(*d*) If beryl or any other "Substance Prescribed" under Section 3 of the Atomic Energy Act, No. XXIX of 1948, is found to occur in the property under the lease, the lessee shall make available such mineral to the Government of India.

(*e*) The lease shall be subject to the provisions of Rules in Chapter IV of the Mineral Concession Rules, 1960.

(*f*) The lease shall also be subject to the rules issued under Section 18 of the Mines and Minerals (Regulation and Development) Act, 1957.

(*g*) The lessee shall pay to the Director of Mines and Geology in Mysore, Bangalore, necessary security deposit for due observance of the terms and conditions of the lease in accordance with Rule 32 of the Mineral Concession Rules, 1960, before the lease is issued to him.

(*h*) The lessee shall submit confidentially from time to time or when required progress reports to the Director of Mines and Geology along with analysis and representative samples of the ores collected during the mining operations.

(*i*) The lease shall be governed by all conditions that may be incorporated in the lease deed to be executed.

(*j*) The lessee shall abide by the Rules contained in the Mysore State Forest Manual, if the leased area covers any forest lands.

(*k*) The total area held by the lessee under Mining Leases including the present one shall not exceed 25.9 Sq. Kilometres.

(*l*) Government shall have the right of purchasing the ore at current market rates.

(*m*) The lease would be determined if the lessee fails to commence effective mining operations within one year from the date of execution of the lease.

[No. CI 17 EMO 66.]

By Order and in the name of the Governor of Mysore,

1641 K. PANDURANGA RAO, *Under Secy.*